COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT FILING)
OF ELAM UTILITY COMPANY) CASE NO. 2009-00257

INITIAL DATA REQUEST OF COMMISSION STAFF TO ELAM UTILITY COMPANY

Elam Utility Company ("Elam"), pursuant to 807 KAR 5:001, is to file with the Commission the original and two copies of the following information, with a copy to all parties of record. The information requested herein is due within seven days from the date of this request. Responses to requests for information shall be appropriately bound, tabbed, and indexed. Each response shall include the name of the witness responsible for responding to the questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Elam shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which Elam fails or

refuses to furnish all or part of the requested information, Elam shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations.

- 1. Refer to Elam's Gas Cost Recovery ("GCR") filing of July 2, 2009. Provide supplier notices, contracts, or other support for the Expected Gas Cost ("EGC") rates from Seminole and Jefferson on Schedule II.
- 2. The calculation of Schedule II should be based on 12 months' purchases and sales, and Elam indicates that the sales and purchase volumes are for the 12 months ended May 2009. The purchases and sales volumes provided on Schedule II do not match those provided on Schedule IV, which shows purchases and sales for the 13 months ended May 2009 (for example, adding the purchases figures for June 2008 through May 2009 produces purchase volumes of 51,464 Mcf as opposed to the 52,800 Mcf and 52,951 Mcf shown on Schedule II). Provide a recalculation of Schedule II using the correct purchases and sales for the 12 months ended May 2009, and including the adjustment for line loss at the bottom of Schedule II.
- 3. Schedule IV, the Actual Adjustment ("AA") calculation, includes incorrect "EGC in effect for month" figures for May and June 2008. The rates should be \$13.6047 instead of \$13.2176. Provide a recalculation of the AA using the correct rates.

4. The "Total cost difference" on the first page of Schedule IV incorrectly sets

out the over-recovery (a negative figure) as an under-recovery (a positive figure). When

the AA is recalculated using the correct "EGC in effect for month" as directed in the

preceding request, provide a recalculation of the "Actual Adjustment for the Reporting

Period" using the negative "Total cost difference".

5. Elam's GCR tariff requires Elam to file to adjust its rates for calendar

quarters beginning January 1, April 1, July 1, and October 1 each year. Elam's last

GCR filing was received May 30, 2008 for the calendar guarter beginning July 1, 2008.

Explain why Elam failed to file its quarterly filings for October 1, 2008; January 1, 2009;

April 1, 2009; and July 1, 2009.

Executive Director

Public Service Commission

P.O. Box 615

Frankfort, KY 40602

DATED: AUG 1 4 2009

CC:

All Parties

Wilma B Ison President Elam Utility Company, Inc. 459 Main Street West Liberty, KY 41472